# COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

## **FISCAL NOTE**

<u>L.R. NO.</u>: 2362-01 <u>BILL NO.</u>: HB 1127

**SUBJECT**: Drivers's License; Senior Citizens

TYPE: Original

DATE: December 29, 1999

## **FISCAL SUMMARY**

ESTIMATED NET EFFECT ON STATE FUNDS							
FUND AFFECTED	FY 2001	FY 2002	FY 2003				
Highway Fund	(\$48,750)	(\$36,000)	(\$36,000)				
Total Estimated Net Effect on <u>All</u> State Funds	(\$48,750)	(\$36,000)	(\$36,000)				

ESTIMATED NET EFFECT ON FEDERAL FUNDS								
FUND AFFECTED	FY 2001	FY 2002	FY 2003					
None	\$0	\$0	\$0					
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0					

ESTIMATED NET EFFECT ON LOCAL FUNDS						
FUND AFFECTED	FY 2001	FY 2002	FY 2003			
Local Government	(\$10,000)	(\$12,000)	(\$12,000)			

Numbers within parentheses: ( ) indicate costs or losses

This fiscal note contains 3 pages.

# FISCAL ANALYSIS

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#### **ASSUMPTION**

Officials from the **Department of Revenue (DOR)** assume the proposal would require computer programmer modifications to the MO driver's license system. It is estimated it would take 150 hours to complete the required modifications at \$125 per hour, resulting in a cost of \$18,750. Additionally, there would be an annual loss in revenue of \$48,000. Currently there are 24,000 active nondriver licenses on file with the DOR issued to persons sixty-five years of age or older. Using the current three year renewal cycle, this would average approximately 8,000 nondriver's license cards issued per year. Beginning, July 1, 2000, Missouri law requires a \$6.00 fee for each nondriver's license issued with a photograph. The elimination of the fee would result in a loss to the Highway Fund, Cities and the County Aid Road Trust Fund (CART).

Officials from the **Department of Transportation (DHT)** concur with DOR's response.

FISCAL IMPACT - State Government	FY 2001 (10 Mo.)	FY 2002	FY 2003
HIGHWAY FUND	,		
Costs-Department of Revenue (DOR)			
Computer Programming Costs	(\$18,750)	\$0	\$0
Loss-DOR			
License Revenue	(\$30,000)	(\$36,000)	(\$36,000)
ESTIMATED NET EFFECT			
ON HIGHWAY FUND	<u>(\$48,750)</u>	(\$36,000)	(\$36,000)
FISCAL IMPACT - Local Government	FY 2001	FY 2002	FY 2003
LOCAL	(10 Mo.)		
Loss-Cities			
Decrease in License Revenue	(\$6,000)	(\$7,200)	(\$7,200)
Loss-County Aid Road Trust Fund			
Decrease in License Revenue	(\$4,000)	(\$4,800)	(\$4,800)
ESTIMATED NET EFFECT			
ON LOCAL GOVERNMENT	(\$10,000)	(\$12,000)	(\$12,000)
FISCAL IMPACT - Small Business	(420,000)	(412,000)	(412,000)

No direct fiscal impact to small businesses would be expected as a result of this proposal.

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## **DESCRIPTION**

The proposed legislation would allow senior citizens to obtain a nondriver's license card at no charge.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

This legislation could affect Total State Revenues.

## **SOURCES OF INFORMATION**

Department of Revenue Department of Transportation

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Director

December 29, 1999